#### MINUTES

# MONTANA HOUSE OF REPRESENTATIVES 62nd LEGISLATURE - REGULAR SESSION

## **COMMITTEE ON TAXATION**

Call to Order: Chair Mark Blasdel, on March 30, 2011 at 8:00 AM, in Room 152 Capitol

#### **ROLL CALL**

#### **Members Present:**

Rep. Dick Barrett, Vice Chairman (D)

Rep. Mike Miller, Vice Chairman (R)

Rep. Steve Fitzpatrick (R)

Rep. Kelly Flynn (R)

Rep. Alan Hale (R)

Rep. Brian Hoven (R)

Rep. Austin Knudsen (R)

Rep. Steve Lavin (R)

Rep. Sue Malek (D)

Rep. Mary McNally (D)

Rep. Wayne Stahl (R)

Rep. Janna Taylor (R)

Rep. Kathleen Williams (D)

Rep. Max Yates (R)

**Members Excused:** Rep. Mark Blasdel, Chairman (R)

**Members Absent:** Rep. Edith (Edie) McClafferty (D)

Rep. Jerry O'Neil (R) Rep. Mike Phillips (D) Rep. Lee Randall (R)

**Staff Present:** Lisa Adams, Committee Secretary

Jeff Martin, Legislative Branch

**Audio Committees:** These minutes are in outline form only. They provide a list of participants and a record of official action taken by the committee. The link to the audio recording of the meeting is available on the Legislative Branch website.

## **Committee Business Summary:**

Hearing & Date Posted: HJ 26, 3/26/2011; SB 110, 3/26/2011; SB 199, 3/26/2011

Executive Action: HJ 26; SB 110; SB 199; SB 376; SB 288; SB 333

00:01:11 Rep. O'Neil and Rep. Randall arrived.

## **HEARING ON SB 110**

## **Opening Statement by Sponsor:**

00:01:35	Sen. John Brenden (R), SD 18, opened the hearing on SB 110, Exclude land
	occupied by county road from taxation.

00:03:56	Rep. McClafferty arrived.
00:05:25	Rep. Knudsen left.

## **Proponents' Testimony**:

00:04:07	Ron Ostberg, Farmer, Fairfield Bench
00:09:05	Nicole Rolf, Eastern Montana Regional Manager, Montana Farm Bureau
	Federation (MFBF)
00:11:37	Bob Faw, self, Big Timber
00:12:36	Rep. Knudsen arrived.

## Opponents' Testimony: None

## **Informational Testimony**:

00:13:13 Cynthia Monteau Moore, Administrator, Property Assessment Division, Montana Department of Revenue (DOR)

# EXHIBIT(tah71a01)

## **Questions from Committee Members and Responses:**

Questions in	oni Committee Members and r
00:16:39	Rep. O'Neil
00:17:25	Sen. Brenden
00:17:30	Rep. Taylor
00:17:47	Mr. Ostberg
00:18:10	Rep. Taylor
00:18:17	Mr. Ostberg
00:18:48	Rep. Taylor
00:19:43	Ms. Monteau Moore, DOR
00:21:21	Rep. Taylor
00:21:26	Ms. Monteau Moore
00:22:34	Rep. Taylor
00:23:02	Ms. Monteau Moore
00:23:13	Rep. Hoven
00:24:12	Dallas Reese, DOR
00:24:17	Rep. Barrett
00:24:36	Mr. Reese
00:26:32	Rep. Barrett
00:26:50	Mr. Reese
00:26:56	Rep. Malek
00:28:09	Mr. Ostberg
00:28:48	Rep. Williams
00:29:16	Mr. Reese
00:29:20	Rep. Hale left.
00:29:41	Rep. Williams

00:29:50	Mr. Reese
00:30:02	Rep. Williams
00:30:11	Mr. Reese
00:30:40	Rep. Williams
00:30:42	Rep. Randall left.
00:31:09	Rep. Barrett
00:31:34	Mr. Reese
00:33:01	Rep. Taylor
00:33:13	Mr. Reese
00:33:25	Rep. McClafferty left.
00:33:57	Rep. Flynn
00:34:20	Mr. Reese

## **Closing by Sponsor**:

00:35:05 Sen. Brenden

## **HEARING ON SB 199**

## **Opening Statement by Sponsor**:

00:38:07 Sen. Joe Balyeat (R), SD 34, opened the hearing on SB 199, Revise administration of income taxes and certain penalty & interest provisions.

## EXHIBIT(tah71a02)

00:43:52	Rep. Fitzpatrick left.
00:45:39	Rep. Fitzpatrick arrived.

#### Proponents' Testimony:

00:46:13	George S. Olsen, Montana Society of Certified Public Accountants
00:47:23	Rep. Hale arrived.
00:49:31	Rep. McClafferty arrived.
00:49:37	Rep. Stahl left.
00:49:53	Rep. Knudsen left.
00:51:05	Dan Bucks, Director, DOR
00:54:19	Rep. Randall and Rep. Knudsen arrived.

## **Opponents' Testimony**: None

## Informational Testimony: None

## **Questions from Committee Members and Responses:**

<u>Questions</u>	HOIH OOHHIIIII
00:56:41	Rep. Barrett
00:57:21	Dir. Bucks
00:57:38	Rep. Flynn
00:58:00	Sen. Balveat

## Closing by Sponsor:

01:00:52 Sen. Balyeat

## **HEARING ON HJ 26**

## **Opening Statement by Sponsor**:

01:03:36	Rep. Bob Wagner (R), HD 71, opened the hearing on HJ 26, Study energy
	consumption tax to replace other taxes.

01:04:32	Rep. Flynn left.
01:07:52	Rep. Flynn arrived.
01:08:03	Rep. Fitzpatrick left.
01:12:18	Rep. Fitzpatrick arrived.
01:12:30	Rep. Randall left.
01:14:32	Rep. Knudsen left.

## **Proponents' Testimony**:

01:16:39	Kyla Wiens, Montana Environmental Information Center
01:17:04	Rep. Randall arrived.
01:18:20	Rep. McNally left.

## **Opponents' Testimony**: None

## Informational Testimony: None

## **Questions from Committee Members and Responses:**

01:19:13	Rep. Williams
01:19:56	Rep. McClafferty left.
01:20:02	Rep. Wagner

## Closing by Sponsor:

01:22:55	Rep. Wagner
01:23:05 01:25:07	Rep. McNally arrived. Rep. McClafferty arrived.
01:25:15	Rep. Knudsen arrived.

#### **EXECUTIVE ACTION ON SB 288**

01:27:39 <u>Motion/Vote</u>: Rep. Miller moved that **SB 288 BE CONCURRED IN**. Motion carried 16-0 by voice vote, present and voting. Rep. Hale will carry the bill.

### **EXECUTIVE ACTION ON SB 333**

01:28:51 <u>Motion/Vote</u>: Rep. Di. Barrett moved that **SB 333 BE CONCURRED IN**. Motion carried 15-1 by voice vote with Rep. Hale voting no. Rep. Fitzpatrick will carry the bill.

# **EXECUTIVE ACTION ON SB 376**

01:29:50	<b>Motion:</b> Rep. Di. Barrett moved that <b>HR 376 BE CONCURRED IN</b> .

Discussion: 01:30:00 01:30:20 01:30:32 01:30:39 01:31:00 01:31:07 01:31:11 01:31:19 01:31:46 01:32:26 01:32:40 01:32:50	Rep. O'Neil Rep. Barrett Rep. O'Neil Rep. Yates Vice Chairman Miller Mr. Martin Rep. Yates Rep. O'Neil Rep. Barrett Rep. O'Neil Rep. Barrett Rep. O'Neil Rep. Barrett Rep. O'Neil				
01:33:13	<u>Vote</u> : Motion carried 15-1 by voice vote with Rep. O'Neil voting no, present and voting. Rep. Yates will carry the bill.				
01:33:35	Rep. Barrett				
EXECUTIVE ACTION ON SB 199					
01:35:15	Motion/Vote: Rep. Di. Barrett moved that <b>SB 199 BE CONCURRED IN</b> . Motion carried 16-0 by voice vote. Rep. Barrett will carry the bill.				
01:34:58	Rep. Taylor				
	EXECUTIVE ACTION ON SB 110				
01:35:55	Rep. Barrett				
01:36:16	Motion: Rep. McNally moved that SB 110 BE CONCURRED IN.				
Discussion: 01:36:26 01:37:26 01:38:02 01:38:59 01:39:33 01:39:48 01:40:00 01:40:42 01:40:58	Rep. O'Neil Rep. Knudsen Rep. Barrett Rep. Flynn left. Vice Chairman Miller Rep. Randall Rep. Flynn arrived. Rep. O'Neil Rep. Randall				
01:41:45	<u>Vote</u> : Motion carried 16-0 by voice vote, present and voting. Rep. Knudsen will carry the bill.				

## **EXECUTIVE ACTION ON HJ 26**

01:43:28 **Motion:** Rep. Taylor moved that **HJ 26 DO PASS**.

## **Discussion:**

01:44:42	Rep. Knudsen
01:45:20	Rep. Stahl arrived.
01:45:43	Rep. Barrett

01:47:23 Substitute Motion/Vote: Rep. Randall made a substitute motion that HJ 26 BE

TABLED. Substitute Motion carried 15-1 by voice vote with Rep. Hale voting no,

present and voting.

# **ADJOURNMENT**

01:48:15	Adjournment: 9:48 a.m.			
			Lisa Adams, Secretary	
la				
Additional D	ocuments:			
EXHIBIT(tal	h71aad.pdf)			